## AMENDED IN ASSEMBLY JULY 14, 2003 AMENDED IN SENATE APRIL 30, 2003

## SENATE BILL

No. 223

## **Introduced by Senator Margett**

February 13, 2003

An act to repeal and add Section 4600.1 of the Labor Code, *An act* relating to workers' compensation.

## LEGISLATIVE COUNSEL'S DIGEST

SB 223, as amended, Margett. Workers' compensation: generic drugs.

Existing law provides that an injury of an employee arising out of and in the course of employment is generally compensable through the workers' compensation system.

This bill would state the intent of the Legislature to improve the workers' compensation system by promoting the efficient delivery of high quality appropriate medical care.

Existing law requires a pharmacy that provides medicines and medical supplies that are required to cure or relieve effects of an injury covered by workers' compensation to provide the generic drug equivalent, if available, unless the prescribing physician provides otherwise in writing.

This bill would instead provide that this requirement applies to any person or entity that dispenses medicines and medical supplies to a worker to cure or relieve the effects of an injury covered by workers' compensation, but would specify that compliance with this provision is not required under specified circumstances.

**SB 223** - 2 –

6

7

8

9

11

12 13

14 15

16

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 4600.1 of the Labor Code is repealed. 2 SEC. 2. Section 4600.1 is added to the Labor Code, to read: 3 4600.1. (a) Subject to subdivision (b), any person or entity that dispenses medicines and medical supplies, as required by 5 Section 4600, shall dispense the generic drug equivalent.
  - (b) A person or entity shall not be required to dispense a generic drug equivalent under either of the following circumstances:
    - (1) When a generic drug equivalent is unavailable.
- (2) When the prescribing physician specifically provides in 10 writing that a nongeneric drug must be dispensed.
  - (c) For purposes of this section, "dispense" has the same meaning as the definition contained in Section 4024 of the Business and Professions Code.
  - (d) Nothing in this section shall be construed to preclude a prescribing physician, who is also the dispensing physician, from dispensing a generic drug equivalent.
- 17 SECTION 1. It is the intent of the Legislature to improve the workers' compensation system by promoting the efficient delivery 18 of high quality appropriate medical care.